

DOCKET FILE COPY ORIGINAL

1401 H Street, N.W.
Suite 1020
Washington, D.C. 20005
Office 202/326-3810

EX PARTE ORAL HEARING



Celia Nogales
Director - Federal Relations

September 16, 1997

RECEIVED

SEP 16 1997

Mr. William F. Caton
Acting Secretary
Federal Communications Commission
1919 M Street, NW
Room 222
Washington, DC 20554

FEDERAL COMMUNICATIONS COMMISSION
OFFICE OF THE SECRETARY

Re: **Ex Parte Presentation**
CC Docket 96-45

Dear Mr. Caton:

On Monday, September 15, 1997, Mr. Milan Holy, Dr. Kent Currie, and I met with Mr. Charles Keller, Mr. Robert Loube, Ms. Natalie Wales, FCC staff in the Universal Service Branch and the following Joint Board state staff: Mr. Rowland Curry (TX), Ms. Lorraine Kenyon (AK), Ms. Ann Dean (MD), Mr. Charlie Bolle (SD), and Ms. Bridget Duff (FL) to discuss Ameritech's position on company-specific cost modeling. The attached material was used in the course of the meeting.

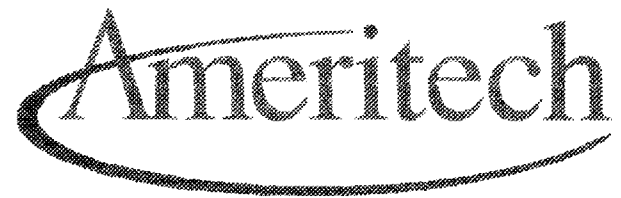
Sincerely,

A handwritten signature in cursive script that reads "Celia Nogales".

Attachment

cc: M. Holy
K. Currie
C. Keller
R. Loube
N. Wales
R. Curry
L. Kenyon
A. Dean
C. Bolle
B. Duff

No. of Copies rec'd 021
LIST ABOVE

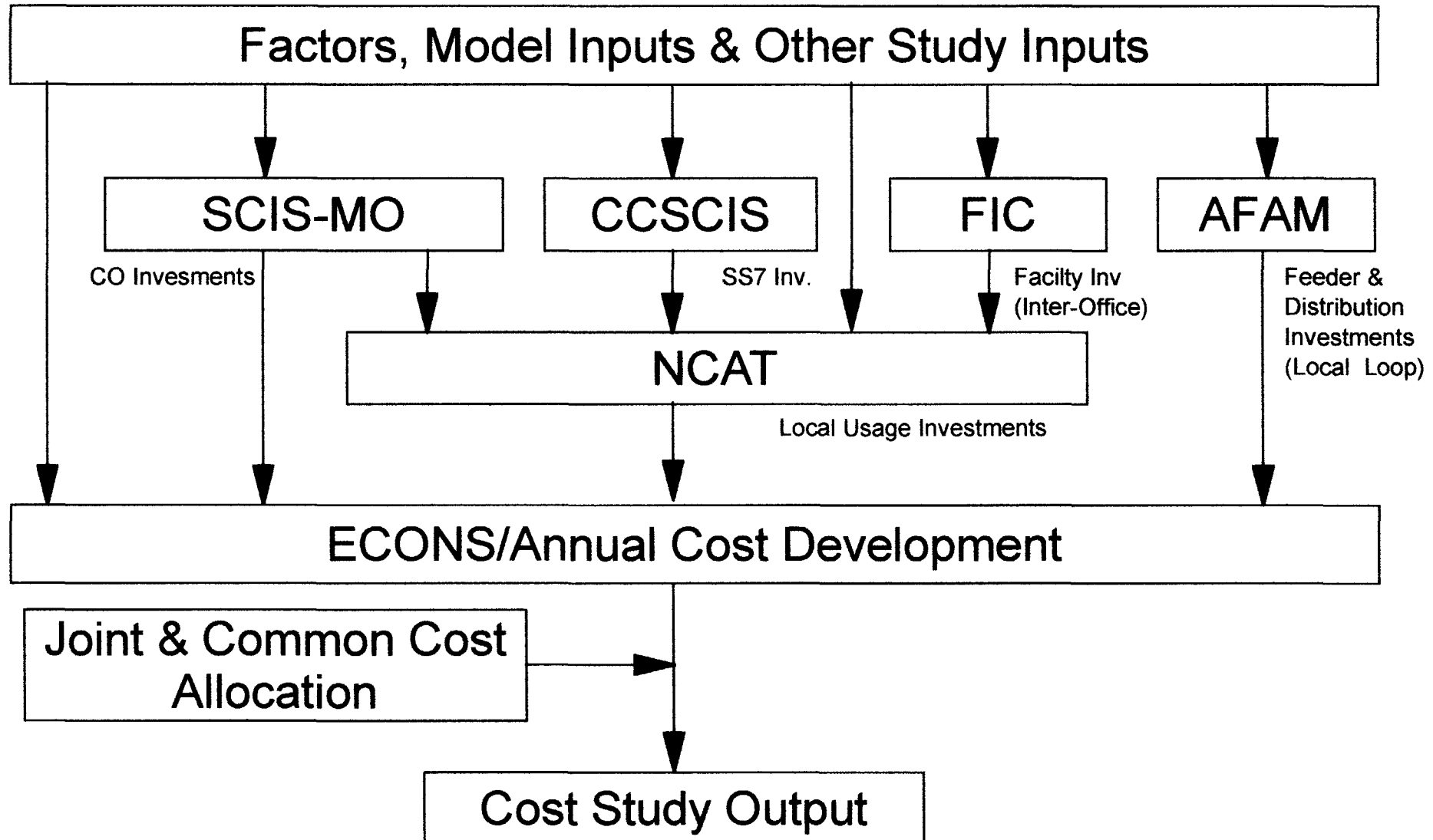


**Universal Service Cost Modeling
CC Docket No. 96-45**

**Ameritech
Company-Specific Cost Modeling
September 15, 1997**

**Kent Currie, Manager, Economic Analysis (216) 822-7244
Milan Holy, Manager, Economic Analysis (312) 551-9170**

Ameritech Company-Specific Model



SCIS-MO*: Switching Cost Information System-Model Office
CCSCIS*: Common Channel Switching Cost Information System
FIC: Facility Investment Calculator

AFAM: Ameritech Facility Analysis Model
NCAT*: Network Cost Analysis Tool
ECONS: Economic Cost of Network Services

*Bellcore cost tool

State-Specific USF Cost Modeling Status in Ameritech States

	Illinois	Indiana	Michigan	Ohio	Wisconsin
Ameritech TELRIC Docket	Docket 96-0486/0569	Cause 40611	Case No. U-11280	Case No. 96-922-TP-UNC	Docket 6720-TI 120.
Ameritech TELRIC Status	8/8/97 HEPO	4th Qtr Order	7/14/97 Order, Rehearing Pending	6/19/97 Order, Rehearing Order 2-3 weeks	5/29/97 SGAT Order
8/15 Election	Yes	Yes	Yes	Yes	Yes
# of Non-Rural LECs	3 (GTE, Sprint/Centel)	3 (GTE, Sprint)	2 (GTE)	4 (Cincinnati, GTE, Sprint)	2 (GTE)
Current Activities	Workshops Data Requests ILEC Team Team Readout	Docket (Cause 40785) Workshops Data Requests Testimony ILEC Team IURC Order	Case No. U-11280 Presentation to Staff Staff Discussions with Others	Local Service Guidelines (Case No. 95-845-TP-COI) Presentation to Staff Staff Discussions with Others	Presentation to Staff Staff Discussions with Others
Future Activities	Docket Testimony Hearings Order Implementation Deliver 2/6/98	Team Readout Testimony Hearings Order Implementation Deliver 2/6/98	Develop Record Implementation Deliver 2/6/98	TBA	TBA

Ameritech's Position Regarding State-Conducted USF Cost Studies for Supported Services

- 1 Satisfy criteria for FLEC determination
- 2 Use TELRIC cost development process
- 3 Only do new costs where necessary
- 4 Match ILEC's wire center boundaries
- 5 Achieve the greatest accuracy that is practical & administratively feasible
- 6 Use best available data

Conclusion:

Do company-specific cost studies, because such studies provide the most accurate, practical FLECs, comply with the FCC's criteria, and rely on the TELRIC process.